

FISCAL NOTE
SB 1068 - HB 1731

March 19, 2001

SUMMARY OF BILL:

- Changes the application date for classification of property as agricultural, forest land, or open space from April 1 to March 1 effective January 1, 2002.
- Specifies that a parcel of land so classified shall be valued by dividing three into the sum of two times the use value plus the farm land value. Current law specifies the land schedule value rather than farm land value.
- Provides that the rate of increase in per-acre present use values shall not exceed a factor measured by the number of years since the last reappraisal times 7%.
- Provides for the collection of rollback taxes from the date written notice is provided by the assessor that the property no longer qualifies as agricultural, forest or open space. Current law provides for such rollback taxes to be levied and collected on the first tax roll prepared after such taxes become payable.

ESTIMATED FISCAL IMPACT:

Decrease Local Govt. Revenues:

Exceeds \$8,000,000 FY01-02

Exceeds \$1,000,000 FY02-03 and thereafter

Estimate assumes a decrease in local government property tax revenues in FY01-02 exceeding \$8,000,000 from limiting the increase in use values under provisions of the bill. In FY01-02, 27 counties, including the four largest counties, are undergoing reappraisals, so this amount is larger than it will be in subsequent years when the decrease is estimated to exceed \$1,000,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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